UNITED STATES DEPARTMENT OF THE INTERIOR  5. Lease Serial No.	12
BUREAU OF LAND MANAGEMENT UTU-3644	
APPLICATION FOR PERMIT TO DRILL OR REENTER  6. If Indian, Allottee of the Indian of th	or Tribe Name
1a. Type of Work: DRILL REENTER 7. If Unit or CA Agree N/A	
1b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone Federal 10-28	
2. Name of Operator Newfield Production Company  9. API Well No. 43-54	17-40165
3b. Phone No. (include area code) 10. Field and Pool, or Ex	xploratory
Route #3 Box 3630, Myton UT 84052 (435) 646-3721 Eight Mile Flat	t 59,0
4. Location of Well (Report location clearly and in accordance with any State requirements.*)  11. Sec., T., R., M., or E	3lk. and Survey or Area
At surface NW/SE 2056' FSL 2027' FEL 594156 X 40. 087382	, T8S R18E
At proposed prod. 20ne 443 78304 - 109.843 5 86	,
14. Distance in miles and direction from nearest town or post office*  12. County or Parish	13. State
Approximatley 20.3 miles southeast of Myton, Utah  Uintah	UT
15. Distance from proposed* location to nearest 16. No. of Acres in lease 17. Spacing Unit dedicated to this we	ell
property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 736' f/lse, NA' f/unit 1,447.30 40 Acres	
18. Distance from proposed location*  19. Proposed Depth  20. BLM/BIA Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1723' 6335' WYB000493	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)  22. Approximate date work will start*  23. Estimated duration	
4928' GL 4th Quarter 2008 Approximately seven (7) days fro	om spud to rig release.
24. Attachments	
The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:	. , , , , , , , , , , , , , , , , , , ,
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).</li> <li>Bond to cover the operations unless covered by an exitem 20 above).</li> <li>Operator certification.</li> <li>Such other site specific information and/or plans as authorized officer.</li> </ol>	, ,

25. Signatur Name (Printed/Typed) Date Mandie Crozier 6/25/08 Title Regulatory Specialist Name (Printed/Typed) BRADLEY G. HILI Title Office ENVIRONMENTAL MANAGER

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

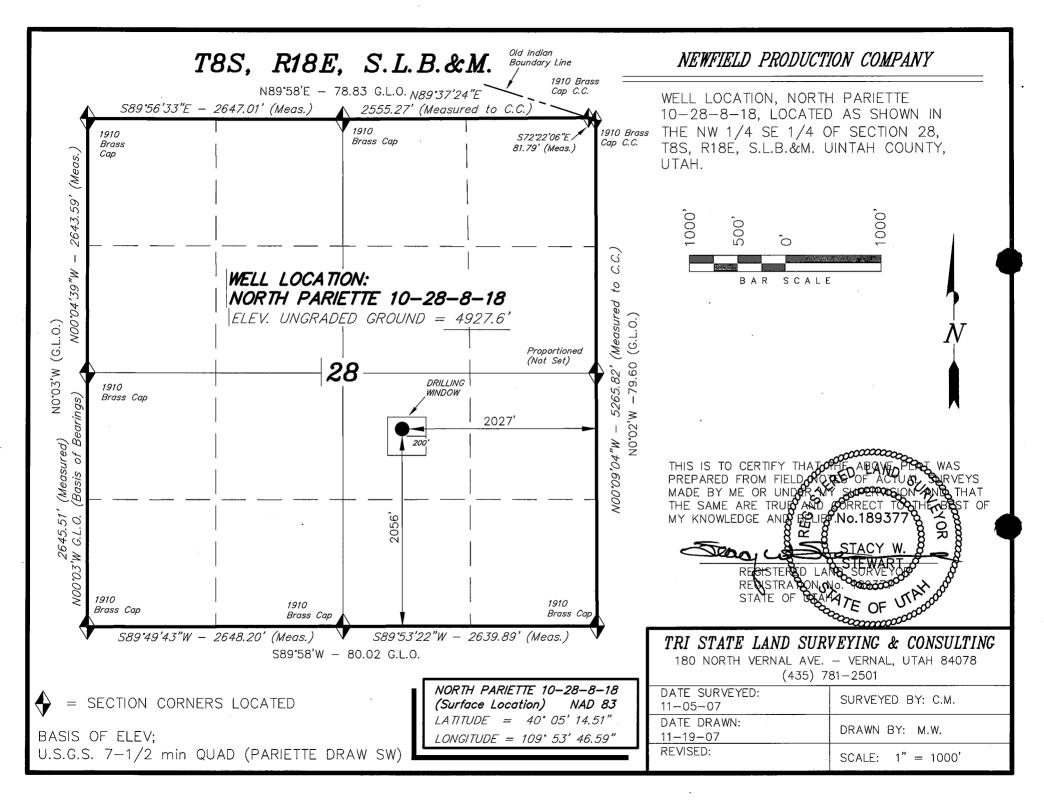
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

Federal Approval of this Action is Necessary

DIV. OF OIL, GAS & MINING



#### NEWFIELD PRODUCTION COMPANY FEDERAL 10-28-8-18 NW/SE SECTION 28, T8S, R18E UINTAH COUNTY, UTAH

#### ONSHORE ORDER NO. 1

#### DRILLING PROGRAM

#### 1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

#### 2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta 0' - 1740' Green River 1740' Wasatch 6335'

#### 3. <u>ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:</u>

Green River Formation 1740' - 6335' - Oil

#### 4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

#### 5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Please refer to the Monument Butte Field SOP. See Exhibit "C".

#### 6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

#### 7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Please refer to the Monument Butte Field SOP.

#### 8. <u>TESTING, LOGGING AND CORING PROGRAMS:</u>

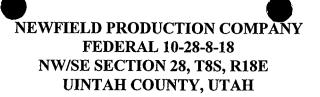
Please refer to the Monument Butte Field SOP.

#### 9. <u>ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:</u>

The anticipated maximum bottom hole pressure is 1800 psi. It is not anticipated that abnormal temperatures will be encountered.

#### 10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.



#### ONSHORE ORDER NO. 1

#### **MULTI-POINT SURFACE USE & OPERATIONS PLAN**

#### 1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Federal 10-28-8-18 located in the NW 1/4 SE 1/4 Section 28, T8S, R18E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.4 miles  $\pm$  to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 11.4 miles  $\pm$  to it's junction with an existing dirt road to the north; proceed northeasterly -4.7 miles  $\pm$  to it's junction with an existing road to the northeast; proceed in a northeasterly direction -2.1 miles  $\pm$  to it's junction with the beginning of the proposed access road; proceed in a northeasterly direction along the proposed access road  $-3.950^{\circ}\pm$  to the proposed well location.

#### 2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

#### 3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

#### 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted Carlsbad Canyon. All facilities will be painted within six months of installation

#### 5. LOCATION AND TYPE OF WATER SUPPLY

Newfield Production will transport water by truck for drilling purposes from the following water sources:

Johnson Water District Water Right: 43-10136

Neil Moon Pond

Water Right: 43-11787

Maurice Harvey Pond Water Right: 47-1358

Newfield Collector Well

Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site.

#### 6. SOURCE OF CONSTRUCTION MATERIALS

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

#### 7. <u>METHODS FOR HANDLING WASTE DISPOSAL</u>

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be required in the reserve pit. However, if upon constructing the pit there is insufficient fine clay and silt present, a liner will be used for the purpose of reducing water loss through percolation.

Newfield requests approval that a flare pit not be constructed or utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

#### Water Disposal

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E), State of Utah approved surface disposal facilities, or Federally approved surface disposal facilities.

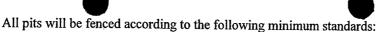
#### 8. <u>ANCILLARY FACILITIES</u>

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

#### 9. <u>WELL SITE LAYOUT</u>

See attached Location Layout Diagram.

#### **Fencing Requirements**



a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.

- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Existing fences to be crossed by the access road will be braced and tied off before cutting so as to prevent slacking in the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BLM specifications.

#### 10. PLANS FOR RESTORATION OF SURFACE:

#### a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

#### b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. <u>SURFACE OWNERSHIP</u> - Bureau Of Land Management (Proposed location and access roads leading to).

#### 12. OTHER ADDITIONAL INFORMATION

The Archaeological Resource Survey and Paleontological Resource Survey for this area are attached. MOAC Report #04-145, 3/4/05. Paleontological Resource Survey prepared by, Wade E. Miller, 11/11/04 and 9/27/04. See attached report cover pages, Exhibit "D".

Newfield Production Company requests 3,950' of disturbed area be granted in Lease UTU-36442 to allow for construction of the planned access road. Refer to Topographic Map "B". A permanent width of 30' and a running surface of 18' is proposed for the planned access road. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along

either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 3,950' of disturbed area be granted in Lease UTU-36442 to allow for construction of the proposed surface gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 10" or smaller gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both lines will tie in to the existing pipeline infrastructure. Refer to Topographic Map "C."

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

#### **Additional Surface Stipulations**

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

#### **Hazardous Material Declaration**

Newfield Production Company guarantees that during the drilling and completion of the Federal 10-28-8-18, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Federal 10-28-8-18. Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

#### Threatened, Endangered, And Other Sensitive Species

Mountain Plover: If new construction or surface disturbing activities are scheduled to occur between May 15 and June 15, detailed surveys of the area within 0.5 mile of the proposed location

and within 300 feet of proposed access routes must be conducted to detect the presence of mountain plovers. All surveys must be conducted in accordance with the survey protocols outlined in the most recent USFWS Survey Protocol. Surveys must be completed prior to initiating new construction or surface disturbing activities. No new construction or surface disturbing activities will be allowed between May 15 and June 15 within a 0.5 mile radius of any documented mountain plover nest site.

A cactus survey will need to be conducted on the propsed well and and access road prior to construction of the proposed Federal 10-28-8-18.

#### Reserve Pit Liner

A 16 mil liner with felt is required.

#### Location and Reserve Pit Reclamation

The following seed mixture will be used on the topsoil stockpile, to the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Squirrell Tail	Elymus Elymoides	6 lbs/acre
Siberian Wheatgrass	Agropyron Fragile	2 lbs/acre
Gardner Saltbush	Atriplex Gardneri	1 lbs/acre
Shadscale	Atriplex Confertifolia	1 lbs/acre
Fourwing Saltbush	Atriplex Canescens	1 lbs/acre
Scarlet Globemallow	Sphaeralcea Conccinea	0.20 lbs/acre
Forage Kochia	Kochia Prostrata	0.20 lbs/acre

#### **Details of the On-Site Inspection**

The proposed Federal 10-28-8-18 was on-sited on 5/14/08. The following were present; Dave Allred (Newfield Production), Kevan Stevens (Newfield Production), Michael Cutler (Bureau of Land Management), Brandon McDonald (Bureau of Land Management), Dan Emmett (Bureau of Land Management), and James Herford (Bureau of Land Management). Weather conditions were clear and ground cover was 100% open.

#### LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

#### <u>Representative</u>

Name:

Dave Allred

Address:

Route #3 Box 3630 Myton, UT 84052

Telephone:

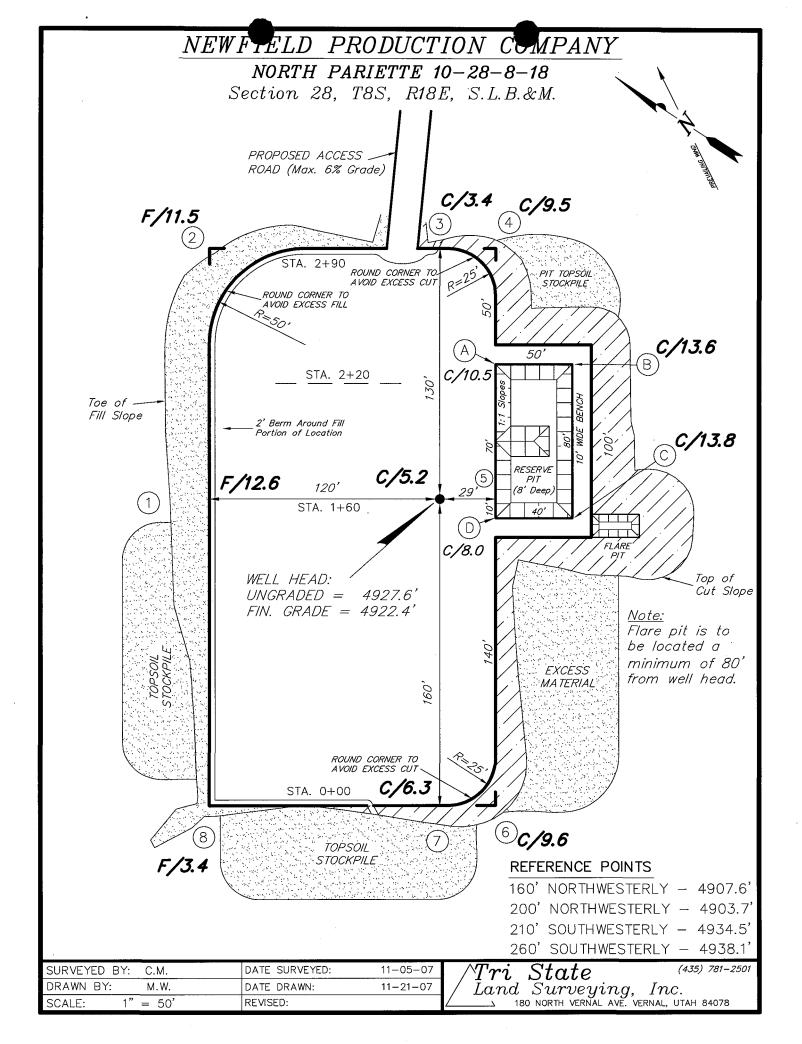
(435) 646-3721

#### Certification

Please be advised that NEWFIELD PRODUCTION COMPANY is considered to be the operator of well #10-28-8-18 NW/SE Section 28, Township 8S, Range 18E: Lease UTU-36442 Uintah County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by, Federal Bond #WYB000493.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and

subcontractors in conformity with this plan and approved. This statement is subject to the provistatement.	the terms and conditions under which it is sions of 18 U.S.C. 1001 for the filing of a false
Statement.	
6/25/08	Mandi Crozin
Date	Mandie Crozier
	Regulatory Specialist
	Newfield Production Company



## NEW FIELD PRODUCTION COMPANY CROSS SECTIONS NORTH PARIETTE 10-28-8-18 20, 11 1" = 50'STA. 2+90 20, 11 STA. 2+20 1" = 50'EXISTING GRADE FINISHED GRADE 20, WELL HEAD [] STA. 1+60 1" = 50'20, П 1" = 50'STA. 0+00 ESTIMATED EARTHWORK QUANTITIES (Expressed in Cubic Yards)

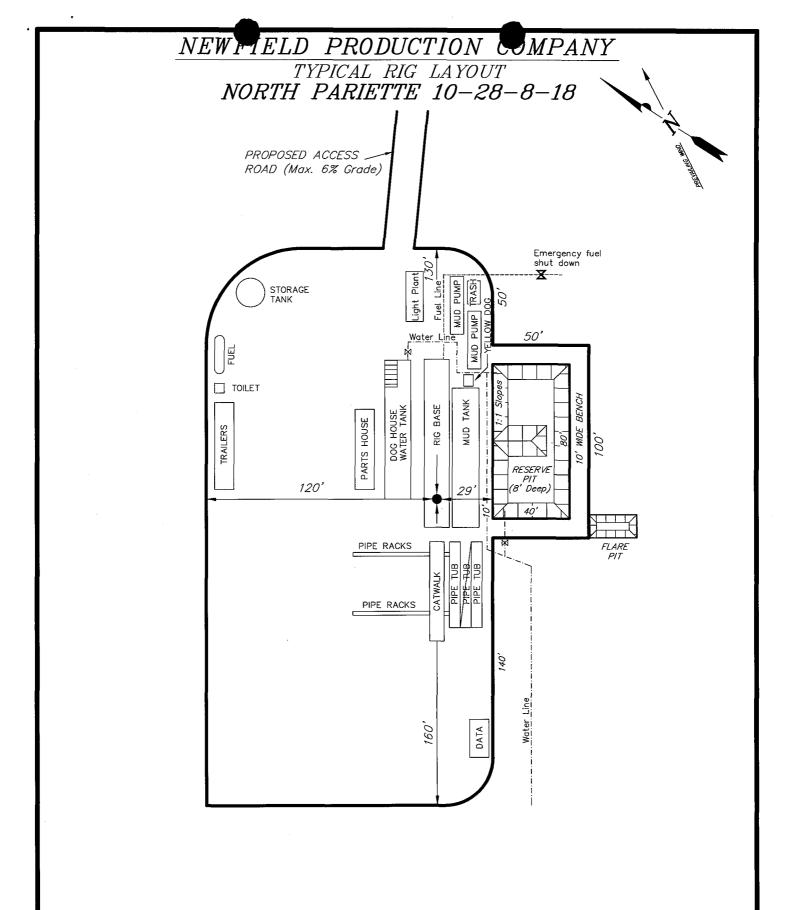
NOTE: UNLESS OTHERWISE NOTED ALL CUT/FILL SLOPES ARE AT 1.5:1

## (No Shrink or swell adjustments have been used)

ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	6,370	6,370	Topsoil is not included	0
PIT	640	0	in Pad Cut	640
TOTALS	7,010	6,370	1,170	640

SURVEYED BY:	C.M.	DATE SURVEYED:	11-05-07
DRAWN BY:	M.W.	DATE DRAWN:	11-21-07
SCALE: 1"	= 50'	REVISED:	

	$^{\backprime}Tri$	Stat	te		, ,	781–2501
	Land	Surv	eyi	ng,	Inc.	
<u>/</u>					RNAL, UTAH R	84078



SURVEYED BY: C.M.	DATE SURVEYED:	11-05-07	$\wedge Tri$ $State$ (435) 781-2501
DRAWN BY: M.W.	DATE DRAWN:	11-21-07	/ Land Surveying, Inc.
SCALE: $1" = 50'$	REVISED:		180 NORTH VERNAL AVE. VERNAL, UTAH 84078

# **Pewfield Production Company Proposed Site Facility Diagram**

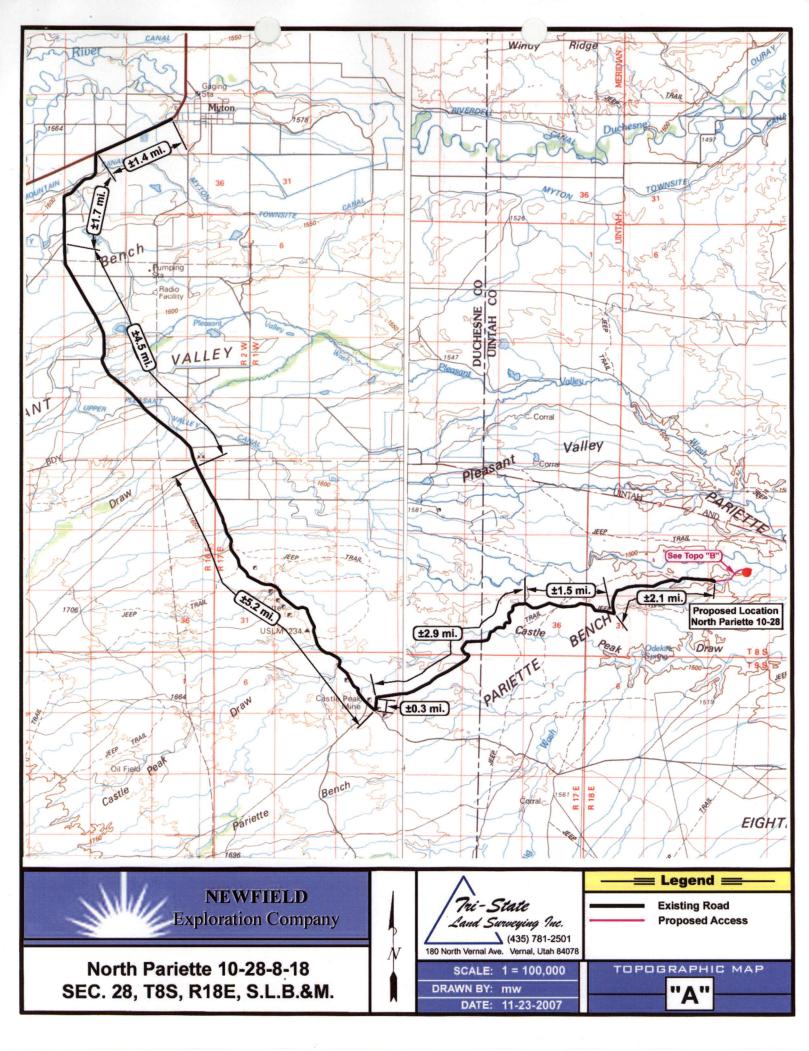
Federal 10-28-8-18

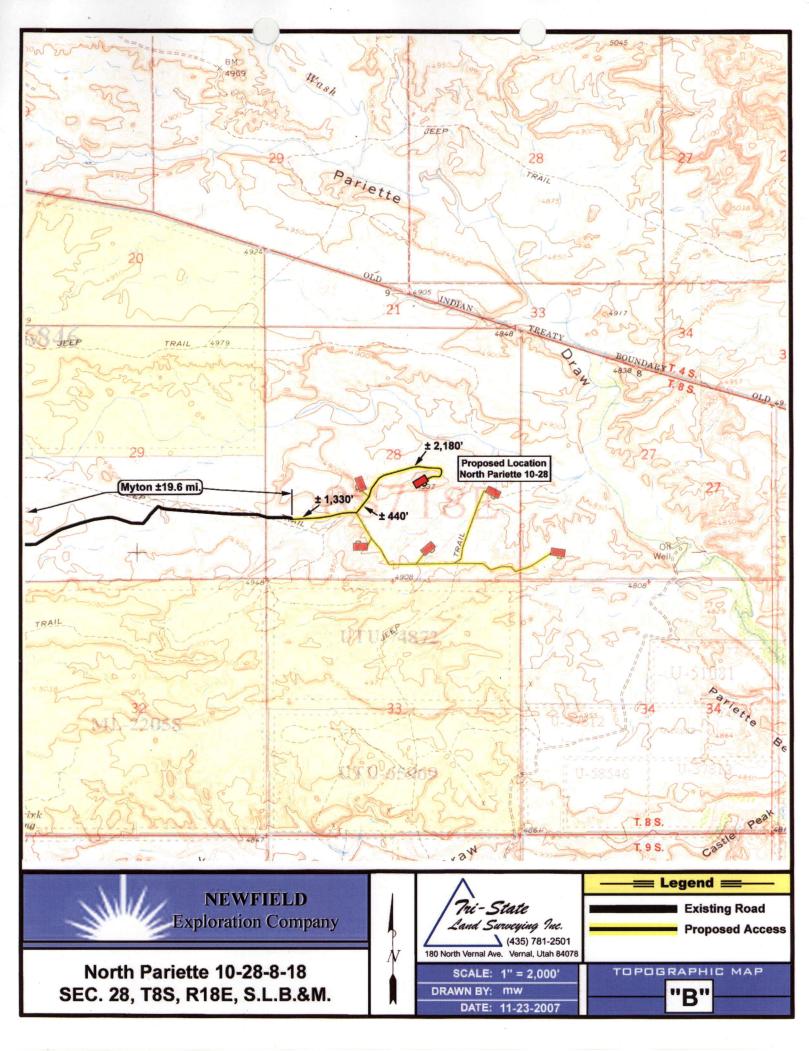
NW/SE Sec. 28, T8S, R18E

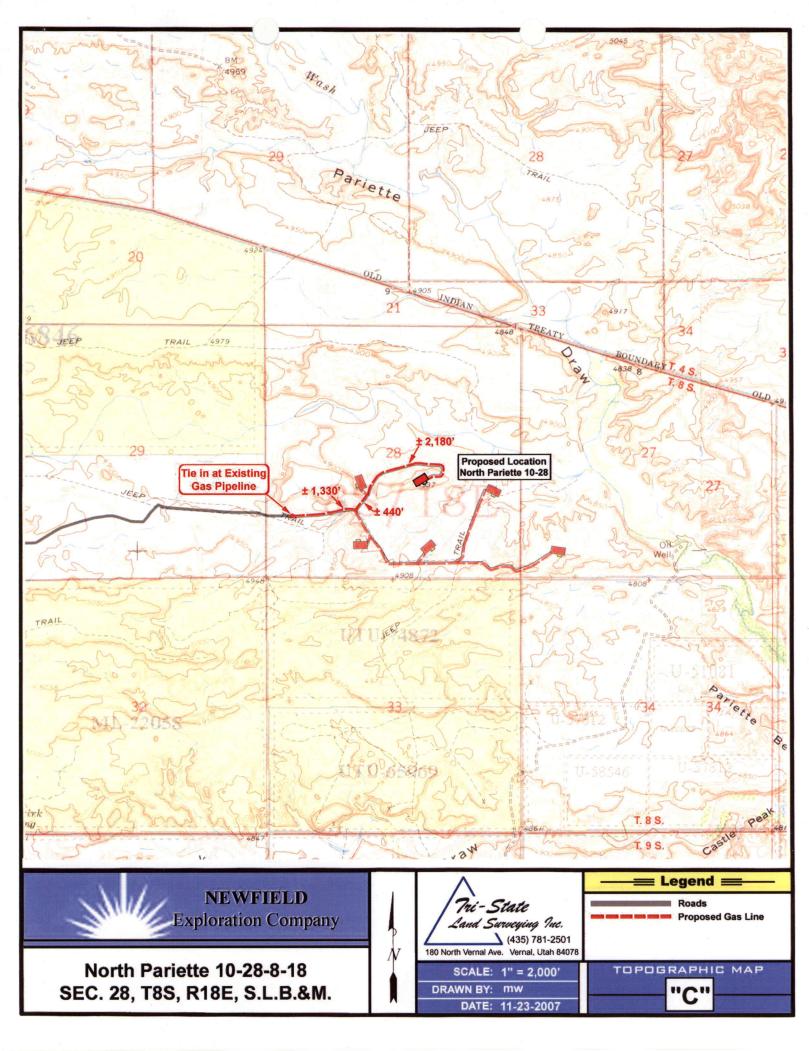
**Uintah County, Utah** 

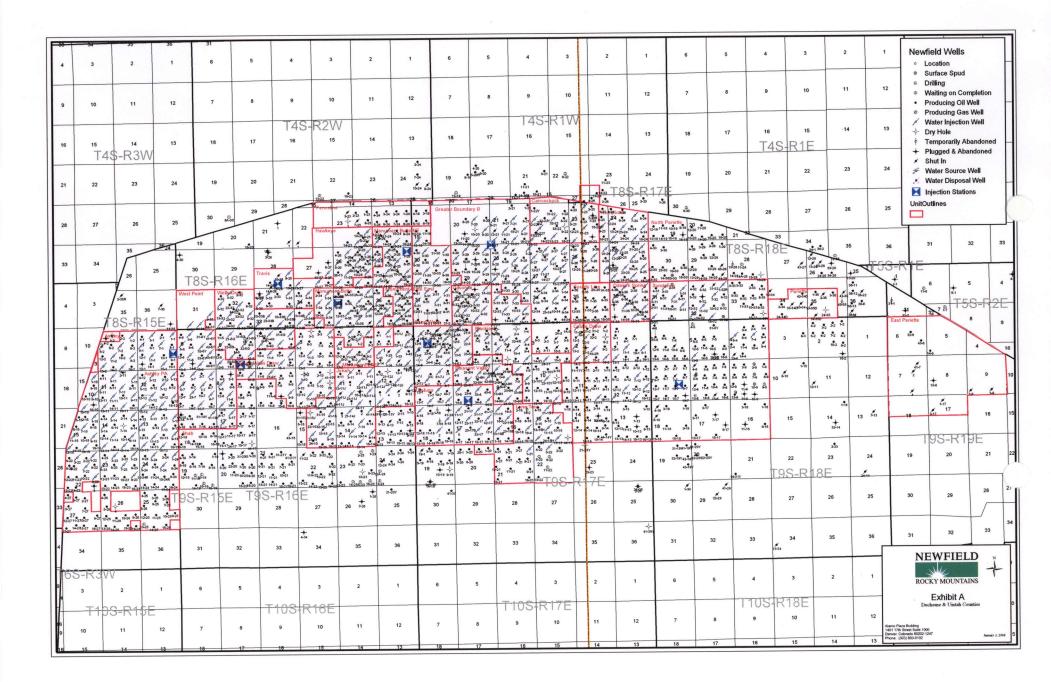
UTU-36442

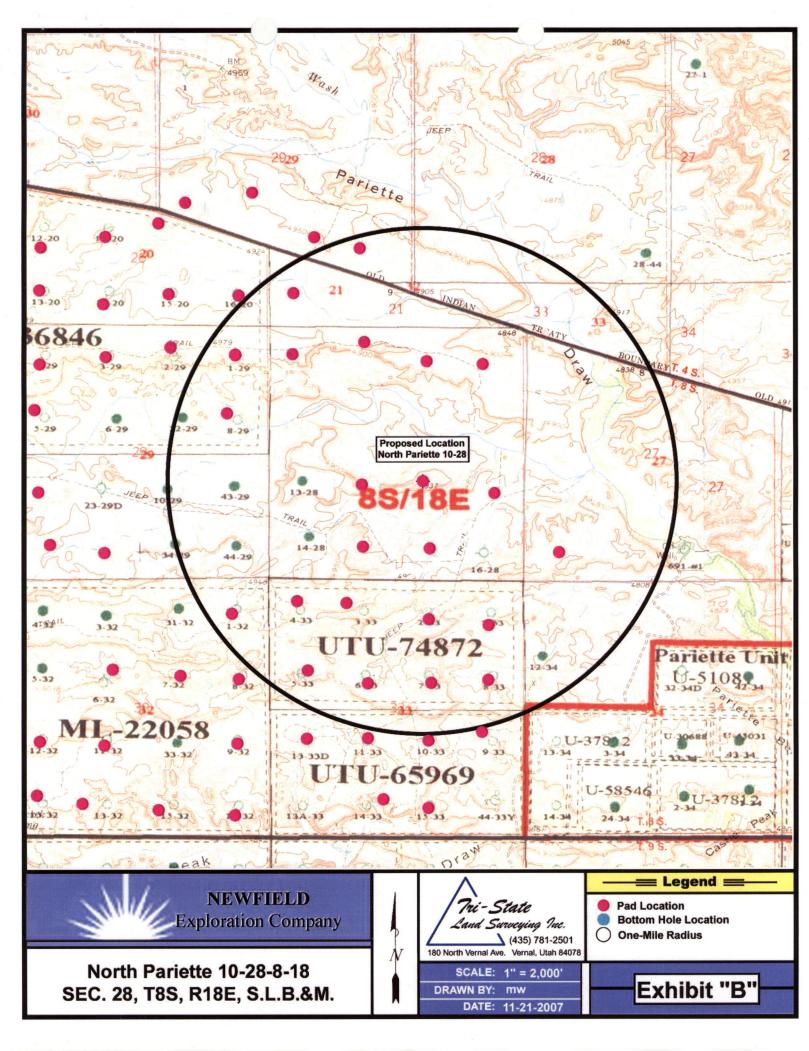
Well Head 55 Gallons Methonol	
Pumping Unit  150 Gallons Chemical Drums  55 Gallons Motor Oil  Heater Treater	Legend  Emulsion Line  Load Rack  Water Line  Gas Sales  Oil Line
Gas Sales Meter	
Water Tank 200 bbl  Production Tank 3 Load Rack 400 bbl  Production Tank 3 Load Rack 400 bbl	Production Phase:  1) Valves 1, 3, and 4 sealed closed  2) Valves 2, 5, and 6 sealed open  Sales Phase:  1) Valves 1, 2, 4, 5, and 6 sealed closed  2) Valve 3 open  Draining Phase:  1) Valves 1 and 6 open
400 bbl 1 5	Diked Section





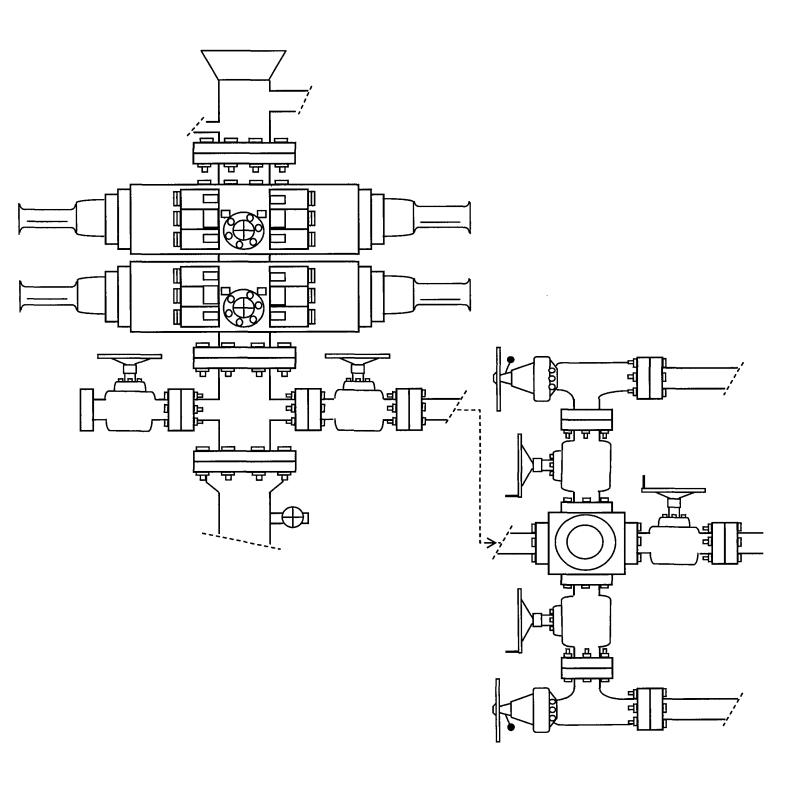






### 2-M SYSTEM

**Blowout Prevention Equipment Systems** 



**EXHIBIT C** 

Exhibit "D"

#### **CULTURAL RESOURCE INVENTORY OF** NEWFIELD EXPLORATIONS' BLOCK PARCEL IN TOWNSHIP 8 SOUTH, RANGE 18 EAST, SECTIONS 20, 21, 26, 27, 28, 29, 30, 34, AND 35 **UINTAH COUNTY, UTAH**

By:

Katie Simon

Prepared For:

**Bureau of Land Management** Vernal Field Office

**Prepared Under Contract With:** 

**Newfield Exploration Company** Route 3 Box 3630 Myton, Utah 84052

Prepared By:

Montgomery Archaeological Consultants P.O. Box 147 Moab, Utah 84532

MOAC Report No. 04-145

March 4, 2005

United States Department of Interior (FLPMA) Permit No. 04-UT-60122

State of Utah Antiquities Project (Survey) Permit No. U-04-MQ-0510b

2053

#### NEWFIELD PRODUCTION COMPANY

# PALEONTOLOGICAL FIELD SURVEY OF PROPOSED PRODUCTION DEVELOPMENT AREAS, DUCHESNE AND UINTAH COUNTIES, UTAH

(Section 27 [excluding NE 1/4& NW 1/4, NE 1/4 and NE 1/4, SE 1/4]; Section 28 [excluding NW 1/4 & SW 1/4, SW 1/4], Township 8 South, Range 18 East; SW 1/4, SW 1/4, Section 20, Township 8 South, Range 17 East; and NE 1/4, SW 1/4, & SE 1/4, SE 1/4, Section 15, Township 9 South, Range 16 East

#### REPORT OF SURVEY

Prepared for:

**Newfield Production Company** 

Prepared by:

Wade E. Miller Consulting Paleontologist November 11, 2004

#### NEWFIELD PRODUCTION COMPANY

# PALEONTOLOGICAL FIELD SURVEY OF PROPOSED PRODUCTION DEVELOPMENT AREAS, UINTAH COUNTY, UTAH

(SW 1/4 & SE 1/4, NW 1/4 + South ½ Section 19; South ½ Section 20 [excluding NE 1/4, SE 1/4]; NE 1/4, NW 1/4 & SE 1/4, NE 1/4; NE 1/4, NW 1/4 & SW 1/4, NW 1/4, SW 1/4, SW 1/4 & SE 1/4, SW 1/4, Section 29; Section 30 [excluding NE 1/4, SW 1/4], Township 8 South, Range 18 East)

#### REPORT OF SURVEY

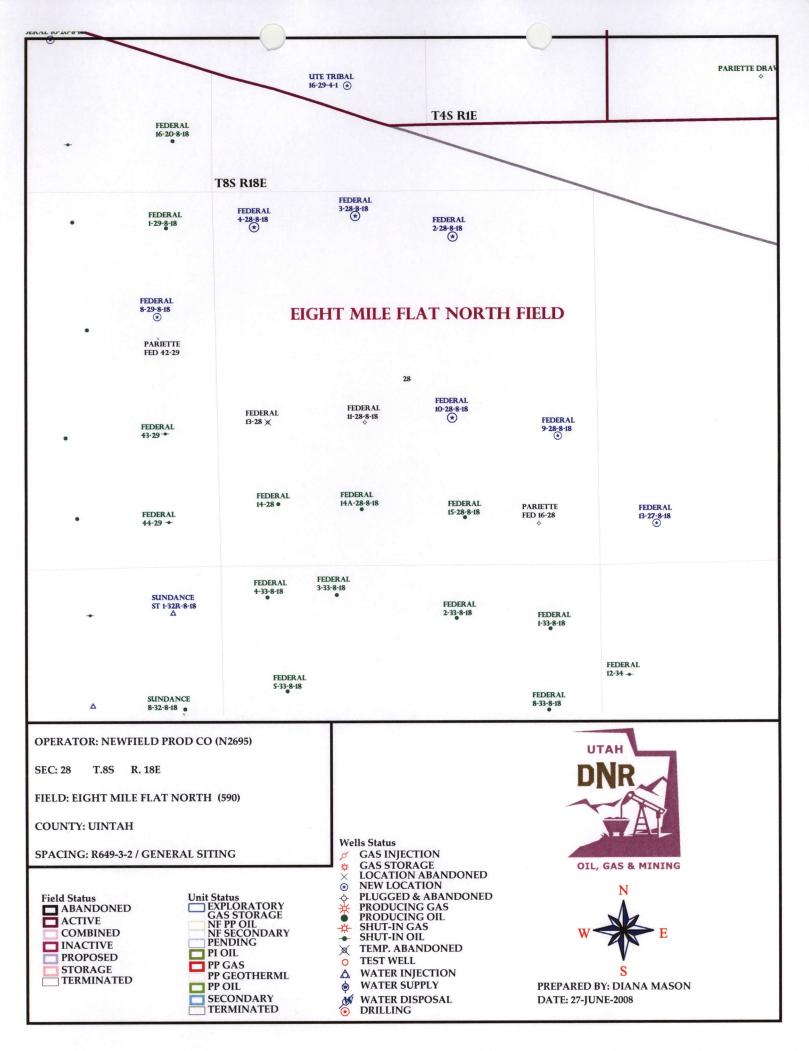
Prepared for:

**Newfield Production Company** 

Prepared by:

Wade E. Miller Consulting Paleontologist September 27, 2004

APD RECEIVED: 06/27/2008	API NO. ASSIGNED: 43-047-40165
WELL NAME: FEDERAL 10-28-8-18  OPERATOR: NEWFIELD PRODUCTION ( N2695  CONTACT: MANDIE CROZIER	PHONE NUMBER: 435-646-3721
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
NWSE 28 080S 180E SURFACE: 2056 FSL 2027 FEL	Tech Review Initials Date
BOTTOM: 2056 FSL 2027 FEL	Engineering
COUNTY: UINTAH	Geology
LATITUDE: 40.08738 LONGITUDE: -109.8956  UTM SURF EASTINGS: 594156 NORTHINGS: 4437	830 Surface
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-36442  SURFACE OWNER: 1 - Federal  RECEIVED AND/OR REVIEWED:	PROPOSED FORMATION: GRRV  COALBED METHANE WELL? NO  LOCATION AND SITING:
Plat  Bond: Fed[1] Ind[] Sta[] Fee[]  (No. WYB000493 )  Potash (Y/N)  Oil Shale 190-5 (B) or 190-3 or 190-13  Water Permit  (No. 43-10136 )  RDCC Review (Y/N)  (Date: )  HA Fee Surf Agreement (Y/N)  Intent to Commingle (Y/N)	R649-2-3.  Unit: R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception  Drilling Unit Board Cause No: Eff Date: Siting: R649-3-11. Directional Drill
STIPULATIONS: 1- Leder 2- Sparin	Speroud Ship







MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 30, 2008

Newfield Production Company Rt. #3, Box 3630 Myton, UT 84052

Re:

Federal 10-28-8-18 Well, 2056' FSL, 2027' FEL, NW SE, Sec. 28, T. 8 South, R. 18 East,

Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-40165.

or ) Gil Hunt

Associate Director

pab Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal Office



Operator:	Newfield Production Company				
Well Name & Number	Federal 10-28-8-18				
API Number:	43-047-40165 UTU-36442				
Location: NW SE	Sec. 28	Γ. 8 South	<b>R.</b> 18 East		

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

## RECTIVED VERNAL FIELD OFFICE

Form 3160-3 (September 2001)

2009 JUN 26 PM 17 44

FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004

## UNITED STATES

DEPARTMENT OF THE IN BUREAU OF LAND MANAG		DEFTOFI	HEINTE	5. Lease Serial No. UTU-36442	2		<del></del>
APPLICATION FOR PERMIT TO DE		BUREAU OF	LAND	6. If Indian, Allottee or		me	
AFFEIGATION FERMIT TO BE		CENTER		N/A			
1a. Type of Work: DRILL REENTER	······································			7. If Unit or CA Agreem	nent, Nam	e and No	D.
TO THE REPORT OF THE THE REPORT OF THE REPORT OF THE REPORT OF THE REPORT OF THE REPOR				N/A			
lb. Type of Well:  Oil Well  Gas Well  Other	× s	ingle Zone 📮 Multi	inla 7	8. Lease Name and Wel			-
2. Name of Operator		iligie Zone 🖵 Multi	ipie Zone	Federal 10-28-	8-18	<del>-</del>	
Newfield Production Company				9. API Well No.	7011	ے.	
3a. Address	3b. Phone N	o. (include area code)		10. Field and Pool, or Ex		<u>'</u>	
Route #3 Box 3630, Myton UT 84052		5) 646-3721		Eight Mile Flat			
4. Location of Well (Report location clearly and in accordance with	any State requ	uirements.*)	·····	11. Sec., T., R., M., or Bl	k. and Su	rvey or A	Area
At surface NW/SE 2056' FSL 2027' FEL							
At proposed prod. zone				NW/SE Sec. 28,	T8S R18	BE.	
14. Distance in miles and direction from nearest town or post office*	wwo.*			12. County or Parish	13	3. State	
Approximatley 20.3 miles southeast of Myton, Utah		·		Uintah	<u> </u>	JT	
15. Distance from proposed* location to nearest	16. No. of a	Acres in lease	17. Spacin	g Unit dedicated to this wel	11		
property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 736' f/lse, NA' f/unit	1,447.30 40 Acres						
18. Distance from proposed location*	19. Propose	ed Depth	20. BLM/I	/BIA Bond No. on file			
to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1723'	63	335'		WYB000493			
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approx	imate date work will sta	irt*	23. Estimated duration			
4928' GL	4th Qı	arter 2008		Approximately seven (7) days from spud to rig release.			
	24. Atta						
The following, completed in accordance with the requirements of Onshor	e Oil and Gas	Order No.1, shall be at	tached to this	form:	7		
1. Well plat certified by a registered surveyor.		4. Bond to cover t	he operation	ns unless covered by an exi	isting bon	d on file	e.(see
2. A Drilling Plan.		Item 20 above).					(
3. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).	Lands, the	<ul><li>5. Operator certific</li><li>6. Such other site</li></ul>		ormation and/or plans as n	nay be re	auired b	v the
5515 Shan 55 mod with the appropriate 1016st 56t vice office).		authorized office					
25. Signature		(Printed/Typed)		¦ Da	ite	-	
1/ pandie Crosus	¦ Mar	ndie Crozier			3/25/08		<del></del>
Title Regulatory Specialist	*						
Approved by (Signature)	Name	(Printed/Typed)		; <u>q</u>	DEC	0.9	2008
1.1, Revelle 2			UJ				
Title Assistant Field Manager Lands & Mineral Resources	Offic	VERNAL FIEI	D OFF	ae '			
Application approval does not warrant or certify the the applicant holds le	gal or equitab				e applicar	it to cone	duct
operations thereon.		A P		NA /A 1 A	- applicat		
Conditions of approval, if any, are attached	JIVO	ULAL	MA	JVALAL	M		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NOS 03-17-2008 AFMSS# 08FP0.5854

NOTICE OF APPROVAL

**RECEIVED** 

DEC 15 2008

DIV. OF OIL, GAS & MINING



### UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

**VERNAL FIELD OFFICE VERNAL, UT 84078** 

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

**Newfield Production Company** 

Location: Lease No: NWSE, Sec. 28, T8S, R18E

Well No: API No:

Federal 10-28-8-18 43-047-40165

UTU-36442

Agreement: N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	

Fax: (435) 781-3420

#### A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion	-	Prior to moving on the drilling rig.
(Notify Environmental Scientist)		·
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)		
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and cementing
(Notify Supv. Petroleum Tech.)		all casing strings.
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)		
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for more
	-	than ninety (90) days.

Page 2 of 10 Well: Federal 10-28-8-18 10/15/2008

## SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

#### **SITE SPECIFIC COAs:**

#### **STIPULATIONS:**

None

#### Lease Notices from RMP:

The lessee/operator is given notice the area has been identified as containing Ferruginous hawk habitat. Modifications may be required in the Surface Use Plan to protect the Ferruginous hawk and/or its habitat from surface disturbance activities in accordance with Section 6 of the lease terms, Endangered Species Act, and 43 CFR 3101.1-2.

The lessee/operator is given notice the area has been identified as containing Golden eagle habitat. Modifications may be required in the Surface Use Plan to protect the Golden eagle and/or its habitat from surface disturbance activities in accordance with Section 6 of the lease terms, Endangered Species Act, and 43 CFR 3101.1-2.

The lessee/operator is given notice the area has been identified as containing Peregrine falcon habitat. Modifications may be required in the Surface Use Plan to protect the Peregrine falcon and/or its habitat from surface disturbance activities in accordance with Section 6 of the lease terms, Endangered Species Act, and 43 CFR 3101.1-2.

#### Comments:

None

#### Follow-up Actions and/or Recommendations:

Please be aware that this Special Status Species wildlife clearance is effective for 1 year from the date of the onsite date. Any proposals submitted after the date of this report (onsite) shall require additional surveys and clearances.

#### CONDITIONS OF APPROVAL:

• All traffic related to this action will be restricted to approved routes. Cross-country vehicle travel will not be allowed.

Page 3 of 10 Well: Federal 10-28-8-18 10/15/2008

- All pipelines (surface and buried) will be laid within one 50' wide construction ROW, on one side of the road, and will reduce down to a 30' wide permanent ROW on lease.
- A temporary road ROW will not be granted. The road ROW will be 30 foot for construction and will reduce to an 18 foot running surface.
- The access road will be crowned and ditched. Flat-bladed roads are not allowed. All roads will have an 18', crowned (2 to 3% minimum), running surface. All roads will have drainage ditches along both sides of road.
- No vehicle travel, construction or routine maintenance activities shall be performed during periods when the soil is too wet to adequately support vehicles and/or construction equipment. If such equipment creates ruts in excess of three inches deep, the soil shall be deemed too wet to adequately support construction equipment.
- If additional erosion occurs during the life of this project, more culverts, low water crossings, berms, wing ditches or etc. will be needed to control the erosion.
- Low-water crossings will be appropriately constructed to avoid sedimentation of drainage ways and other water resources.
- Pipelines will be buried at all major drainage crossings.
- Prevent fill and stock piles from entering drainages.
- To insure impermeability, the reserve pit will be lined with a 16 ml or greater liner and felt prior to spudding.
- The liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.
- When the reserve pit contains fluids or toxic substances, the operator must ensure animals do not ingest or become entrapped in pit fluids.
- Any hydrocarbons in the reserve pit will be removed **immediately** upon well completion; in accordance with 43 CFR 3162.7-1. Pits must be free of oil and other liquid and solid wastes prior to filling.
- Monument Butte SOP, Section 9.2 Pit Fencing Minimum Standards will be strictly adhered to. To include 9.2.2.3 Corner posts will be cemented and/or braced in such a manner as to keep fence tight at all times.
- If Uinta Basin hookless cactus or other special status plants are found, construction will cease and the AO will be notified to determine the appropriate mitigation.
- Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim/Final Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.

#### • Interim Reclamation:

The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be **seeded using a rangeland drill**. Seeding depth as per AO, or seed distributor. If portions of the site are too steep (>40%), or rocky, that portion may be broadcast seeded. If broadcasting seed, the seed shall be walked into the soil with a dozer immediately after the seeding is completed, or covered by soil using a drag chain. Seeding shall occur in the fall (August 1<sup>st</sup> until snow or ground is frozen) with the following seed mix:

Seed mix:

ши.			
Common name	Latin name	lbs/acre	Recommended seed planting depth
Squirreltail grass	Elymus elymoides	5.0	1/4 - 1/2"
Siberian wheatgrass	Agropyron fragile	2.0	1/2"
Shadscale saltbush	Atriplex confertifolia	0.50	1/2"
Four-wing saltbush	Atriplex canescens	0.50	1/2"
Gardner's saltbush	Atriplex gardneri	0.50	1/2"
Scarlet globemallow	Sphaeralcea coccinea	0.10	1/8 – 1/4"

- o All pounds are pure live seed.
- o All seed and mulch will be certified weed free.
- o Rates are set for drill seeding; double rate if broadcasting.
- o Reseeding may be required if initial seeding is not successful.

#### Final reclamation:

Once the location is plugged and abandoned, the well location, access, and any disturbed areas shall be recontoured to natural topography, topsoil shall be re-spread, and the entire location shall be seeded following guidelines in the seed mix bullet statement above. Final seed mix: same as interim.

- Noxious and/or invasive weeds will be controlled along access roads, pipelines, well sites, and all other
  applicable facilities. Any noxious and/or invasive weeds outbreak, directly attributed to the activities of
  the Operator, will be the responsibility of the Operator to control. On BLM administered land, a Pesticide
  Use Proposal (PUP) must be submitted and approved prior to the application of herbicides, pesticides, or
  other possibly hazardous chemicals.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be re-contoured to natural topology, topsoil shall be re-spread, and the entire location shall be seeded with a seed mix recommended by the AO (see above). Seed application will follow all guidelines in the interim seed mix bullet statement above. If reclamation seeding should take place using the broadcast method, the seed at a minimum will be walked into the soil with a dozer immediately after the seeding is completed.

Page 5 of 10 Well: Federal 10-28-8-18 10/15/2008

- The authorized officer may prohibit surface disturbing activities during wet or muddy conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- All well facilities not regulated by OSHA will be painted Carlsbad Canyon.
- All boulders with a length or diameter greater than 3 feet, that are found showing at the surface, will be stockpiled for use during final reclamation.
- Notify the Authorized Officer 48 hours prior to surface disturbing activities.

Page 6 of 10 Well: Federal 10-28-8-18 10/15/2008

#### DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### SITE SPECIFIC DOWNHOLE COAs:

None

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.

Page 7 of 10 Well: Federal 10-28-8-18 10/15/2008

- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

#### **OPERATING REQUIREMENT REMINDERS:**

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
  - Operator name, address, and telephone number.
  - Well name and number.
  - o Well location (1/41/4, Sec., Twn, Rng, and P.M.).
  - O Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and/or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

Page 9 of 10 Well: Federal 10-28-8-18 10/15/2008

- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
  lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of
  a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval
  may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

Page 10 of 10 Well: Federal 10-28-8-18 10/15/2008

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

	STATE OF UTAH	_	FORM 9
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINI		<b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-36442
	RY NOTICES AND REPORTS (		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepen e ugged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: FEDERAL 10-28-8-18
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	IPANY		9. API NUMBER: 43047401650000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84	4052 435 646-4825 Ext	PHONE NUMBER:	9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2056 FSL 2027 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSE Section: 28	B Township: 08.0S Range: 18.0E Meridian: S		STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE [	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start: 5/26/2009	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
3/20/2009	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
·	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	L TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL
DRILLING REPORT Report Date:		SI TA STATUS EXTENSION	✓ APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
Newfield Production	Company requests to extend the more year.	APD for this well for one	•
NAME (PLEASE PRINT) Mandie Crozier	<b>PHONE NUMBER</b> 435 646-4825	TITLE Regulatory Tech	
SIGNATURE N/A		<b>DATE</b> 5/26/2009	



- State of UtahDepartment of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401650000

**API:** 43047401650000 Well Name: FEDERAL 10-28-8-18

Location: 2056 FSL 2027 FEL QTR NWSE SEC 28 TWNP 080S RNG 180E MER S

Company Permit Issued to: NEWFIELD PRODUCTION COMPANY

**Date Original Permit Issued:** 6/30/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

informat uire revis	ion as submitted in the sion. Following is a che	e previously approved application to drill, remains valid and does not cklist of some items related to the application, which should be verifie	d.
	ited on private land, ha ed? 📵 Yes 🗍 No	s the ownership changed, if so, has the surface agreement been	
	any wells been drilled i requirements for this l	n the vicinity of the proposed well which would affect the spacing or ocation? ( Yes ( No	
	ere been any unit or o proposed well?	ther agreements put in place that could affect the permitting or operat 'es 📵 No	tion
	there been any change the proposed location?	s to the access route including ownership, or rightof- way, which could P P Yes No	1
• Has th	e approved source of v	water for drilling changed? 🔘 Yes 📵 No	
		I changes to the surface location or access route which will require a ras discussed at the onsite evaluation? ( Yes ( No	
• Is bon	ding still in place, which	Approved by the ch covers this proposed well?  Yes  No Utah Division of Oil, Gas and Mining	
nature:	Mandie Crozier	<b>Date:</b> 5/26/2009	
Title:	Regulatory Tech Repres	enting: NEWFIELD PRODUCTION COMPANY Date: May 27, 2009	

Sig

	STATE OF UTAH	_	FORM 9
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINI		<b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-36442
	RY NOTICES AND REPORTS (		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepen e ugged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: FEDERAL 10-28-8-18
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	IPANY		9. API NUMBER: 43047401650000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84	4052 435 646-4825 Ext	PHONE NUMBER:	9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2056 FSL 2027 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSE Section: 28	B Township: 08.0S Range: 18.0E Meridian: S		STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE [	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start: 5/26/2009	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
3/20/2009	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
·	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	L TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL
DRILLING REPORT Report Date:		SI TA STATUS EXTENSION	✓ APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
Newfield Production	Company requests to extend the more year.	APD for this well for one	•
NAME (PLEASE PRINT) Mandie Crozier	<b>PHONE NUMBER</b> 435 646-4825	TITLE Regulatory Tech	
SIGNATURE N/A		<b>DATE</b> 5/26/2009	



- State of UtahDepartment of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401650000

**API:** 43047401650000 Well Name: FEDERAL 10-28-8-18

Location: 2056 FSL 2027 FEL QTR NWSE SEC 28 TWNP 080S RNG 180E MER S

Company Permit Issued to: NEWFIELD PRODUCTION COMPANY

**Date Original Permit Issued:** 6/30/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

informat uire revis	ion as submitted in the sion. Following is a che	e previously approved application to drill, remains valid and does not cklist of some items related to the application, which should be verifie	d.
	ited on private land, ha ed? 📵 Yes 🗍 No	s the ownership changed, if so, has the surface agreement been	
	any wells been drilled i requirements for this l	n the vicinity of the proposed well which would affect the spacing or ocation? ( Yes ( No	
	ere been any unit or o proposed well?	ther agreements put in place that could affect the permitting or operat 'es 📵 No	tion
	there been any change the proposed location?	s to the access route including ownership, or rightof- way, which could P P Yes No	1
• Has th	e approved source of v	water for drilling changed? 🔘 Yes 📵 No	
		I changes to the surface location or access route which will require a ras discussed at the onsite evaluation? ( Yes ( No	
• Is bon	ding still in place, which	Approved by the ch covers this proposed well?  Yes  No Utah Division of Oil, Gas and Mining	
nature:	Mandie Crozier	<b>Date:</b> 5/26/2009	
Title:	Regulatory Tech Repres	enting: NEWFIELD PRODUCTION COMPANY Date: May 27, 2009	

Sig

	STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES  DIVISION OF OIL, GAS, AND MINING	G	FORM 9  5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-36442
SUND	RY NOTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals	sals to drill new wells, significantly deepen exis ugged wells, or to drill horizontal laterals. Use A	ting wells below current PPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: FEDERAL 10-28-8-18
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	IPANY		9. API NUMBER: 43047401650000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84		PHONE NUMBER:	9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2056 FSL 2027 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSE Section: 28	IP, RANGE, MERIDIAN: Township: 08.0S Range: 18.0E Meridian: S		STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
l .	CHANGE TO PREVIOUS PLANS  CHANGE WELL STATUS  DEEPEN  OPERATOR CHANGE  PRODUCTION START OR RESUME  REPERFORATE CURRENT FORMATION  TUBING REPAIR  WATER SHUTOFF	drill this well for one	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  TEMPORARY ABANDON  WATER DISPOSAL  ✓ APD EXTENSION  OTHER:  Folumes, etc.  Approved by the  Utah Division of  Oil, Gas and Mining  ate: June 23, 2010
NAME (PLEASE PRINT) Mandie Crozier	<b>PHONE NUMBER</b> 435 646-4825	<b>TITLE</b> Regulatory Tech	
SIGNATURE N/A		<b>DATE</b> 6/16/2010	



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401650000

**API:** 43047401650000 **Well Name:** FEDERAL 10-28-8-18

Location: 2056 FSL 2027 FEL QTR NWSE SEC 28 TWNP 080S RNG 180E MER S

Company Permit Issued to: NEWFIELD PRODUCTION COMPANY

**Date Original Permit Issued: 6/30/2008** 

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revision. Following is a checklist of some items related to the application, which should be verified.
<ul> <li>If located on private land, has the ownership changed, if so, has the surface agreement been updated?</li> <li>Yes</li> <li>No</li> </ul>
• Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?  Yes No
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?  Yes No
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?  Yes No</li> </ul>
• Has the approved source of water for drilling changed?   Yes  No
• Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?  Yes No
• Is bonding still in place, which covers this proposed well?   • Yes   • No Utah Division of Oil, Gas and Mining

**Signature:** Mandie Crozier **Date:** 6/16/2010

Title: Regulatory Tech Representing: NEWFIELD PRODUCTION COMPANY Date: June 23, 2010

Bv:

	STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES  DIVISION OF OIL, GAS, AND MINING	G	FORM 9  5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-36442
SUND	RY NOTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals	sals to drill new wells, significantly deepen exis ugged wells, or to drill horizontal laterals. Use A	ting wells below current PPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: FEDERAL 10-28-8-18
2. NAME OF OPERATOR: NEWFIELD PRODUCTION COM	IPANY		9. API NUMBER: 43047401650000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84		PHONE NUMBER:	9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2056 FSL 2027 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWSE Section: 28	IP, RANGE, MERIDIAN: Township: 08.0S Range: 18.0E Meridian: S		STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
l .	CHANGE TO PREVIOUS PLANS  CHANGE WELL STATUS  DEEPEN  OPERATOR CHANGE  PRODUCTION START OR RESUME  REPERFORATE CURRENT FORMATION  TUBING REPAIR  WATER SHUTOFF	drill this well for one	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  TEMPORARY ABANDON  WATER DISPOSAL  ✓ APD EXTENSION  OTHER:  Folumes, etc.  Approved by the  Utah Division of  Oil, Gas and Mining  ate: June 23, 2010
NAME (PLEASE PRINT) Mandie Crozier	<b>PHONE NUMBER</b> 435 646-4825	<b>TITLE</b> Regulatory Tech	
SIGNATURE N/A		<b>DATE</b> 6/16/2010	



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401650000

**API:** 43047401650000 **Well Name:** FEDERAL 10-28-8-18

Location: 2056 FSL 2027 FEL QTR NWSE SEC 28 TWNP 080S RNG 180E MER S

Company Permit Issued to: NEWFIELD PRODUCTION COMPANY

**Date Original Permit Issued: 6/30/2008** 

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revision. Following is a checklist of some items related to the application, which should be verified.
<ul> <li>If located on private land, has the ownership changed, if so, has the surface agreement been updated?</li> <li>Yes</li> <li>No</li> </ul>
• Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?  Yes No
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?  Yes No
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?  Yes No</li> </ul>
• Has the approved source of water for drilling changed?   Yes  No
• Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?  Yes No
• Is bonding still in place, which covers this proposed well?   • Yes   • No Utah Division of Oil, Gas and Mining

**Signature:** Mandie Crozier **Date:** 6/16/2010

Title: Regulatory Tech Representing: NEWFIELD PRODUCTION COMPANY Date: June 23, 2010

Bv:



# State of Utah DEPARTMENT OF NATURAL RESOURCES

ANTIMENT OF THE OWNER.

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 30, 2010

Mandie Crozier Newfield Production Company Rt 3 Box 3630 Myton, Utah 84052 43 047 40165 Federal 10-28-8-18 85 18E 28

Re:

APDs Rescinded for Newfield Production Company, Uintah County

Dear Ms. Crozier:

Enclosed find the list of APDs that are being rescinded per your request to Newfield Production Company. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective August 25, 2010.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

Il lasm

cc: Well File

Bureau of Land Management, Vernal



#### 8/25/2010

### **NEWFIELD - APD'S**

### EIS expiration date: 8/24/10

Name	API Number
Federal 10-28-8-18	43-047-40165
Federal 5-12-9-18	43-047-36466
Federal 7-12-9-18	43-047-36467
Federal 11-13-9-18	43-047-36545
Federal 13-13-9-18	43-047-36546
Federal 4-14-9-18	43-047-34944
Federal 1-15-9-18	43-047-36325
Federal 13-15-9-18	43-047-36329
Federal 15-15-9-18	43-047-36330
Federal 1-20-9-18	43-047-39423
Federal 8-20-9-18	43-047-39426
Federal 1-28-9-18	43-047-39629
Federal 3-28-9-18	43-047-39671
Federal 6-28-9-18	43-047-39627
Federal 7-28-9-18	43-047-39626
Federal 8-28-9-18	43-047-39625
Federal 9-28-9-18	43-047-40037
Federal 10-28-9-18	43-047-40036
Federal 11-28-9-18	43-047-40035
Federal 12-28-9-18	43-047-40034
Federal 13-28-9-18	43-047-40087
Federal 14-28-9-18	43-047-40095
Federal 15-28-9-18	43-047-40086
Federal 16-28-9-18	43-047-40085
Federal 9-29-9-18	43-047-40094
Federal 11-29-9-18	43-047-40092
Federal 12-29-9-18	43-047-40091
Federal 13-29-9-18	43-047-40096
Federal 14-29-9-18	43-047-40090
Federal 15-29-9-18	43-047-40089
Federal 16-29-9-18	43-047-40088
Federal 3-33-9-18	43-047-38350